

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 947 - SB 1350

February 22, 2021

SUMMARY OF BILL: Effective October 15, 2021, exempts the requirement for a motor vehicle dealer license to sell previously-titled antique or unique motor vehicles at an automobile auction at a motor vehicle festival held in Chattanooga, Tennessee. Repeals the exemption on October 20, 2021.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The Chattanooga Motorcar Festival will be held in Chattanooga, TN on October 15-17, 2021.
- Anyone who sells more than five motor vehicles in one year is required to be licensed as a motor vehicle dealer through the Motor Vehicle Commission (MVC).
- According to the MVC, during prior instances of the festival auction, a work-around was utilized so sellers were not required to obtain licensure as a motor vehicle dealer.
- It is assumed that participants in the festival auction would not be required to obtain licensure in the absence of the bill.
- No significant fiscal impact to the MVC.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-sufficient over any two-year period. The MVC experienced a surplus of \$351,518 in FY18-19, a deficit of \$204,605 in FY19-20, and had a cumulative reserve balance of \$2,170,172 on June 30, 2020.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic".

Bojan Savic, Interim Executive Director

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